Introduction to Total Quality Leadership

Course Overview

Course Mission Statement and Objectives

To provide the student with an awareness of Total Quality Leadership principles and techniques

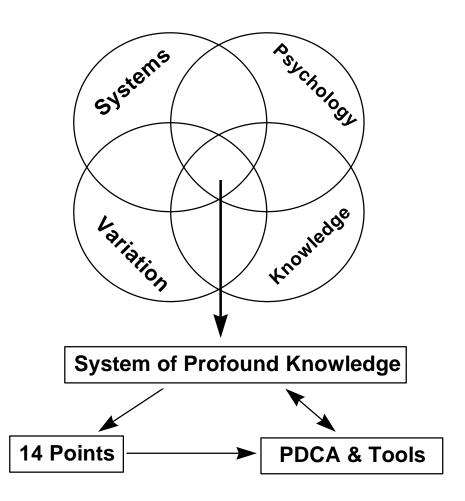
By the end of this course the student will have a basic awareness of the following:

- The DON Quality Approach
- The Quality Improvement Teams
- The System of Profound Knowledge
- The Fourteen Obligations of Management
- Basic Process Improvement Tools

Course Structure and Schedule

- Module 1 DON Quality Approach 2 Hrs
- Module 2- Quality Improvement Teams 1 Hr
- Module 3 System of Profound Knowledge 2 Hrs
- Module 4- The Fourteen Points 1 Hr
- Module 5 Basic Process Improvement Tools 2 Hrs

DON Approach to Quality Management



Introduction to Total Quality Leadership

Module 1
DON Quality Approach

Definition of Quality

qual.i.ty (kwal e ti), n.

Websters Dictionary:

- Peculiar or essential character
- An inherent feature or property
- A distinguishing attribute or characteristic
- The degree of excellence which a thing possesses

DON Definition:

 The extent to which a product or service meets or exceeds customer requirements and expectations

Dimensions of Quality

- Performance
- Timeliness
- Reliability
- Durability
- Aesthetics
- Personal interface
- Reputation

- Ease of use
- Features
- Consistency
- Uniformity
- Accuracy
- Conformance to specifications

Quality Depends On:

- The context in which it is used
- ◆ The customer's perception
- The needs and wants of the customer

What is a Process?

 A series of operations or steps that results in a product or service

 A set of causes and conditions that work together to transform inputs into an output

Examples of Processes

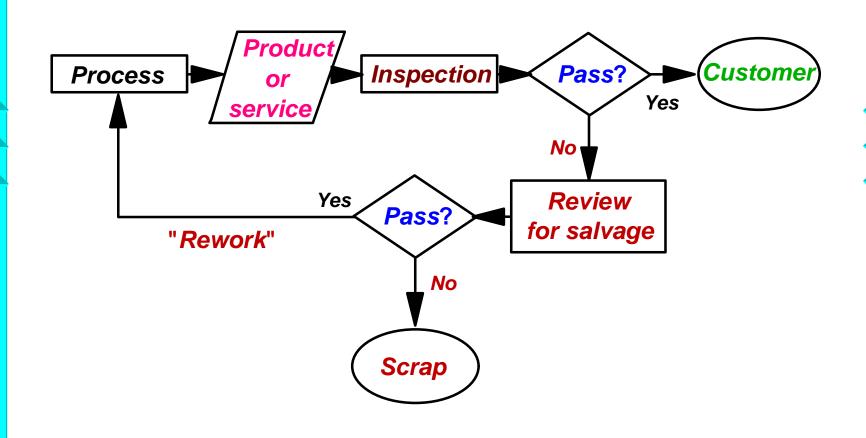
- Loading ordnance
- Dropping anchor
- Arranging travel
- Preparing a report
- Processing payments
- Admitting patients
- Starting propulsion equipment

- Purchasing supplies
- Plating metal
- Training people
- Preparing a budget
- Transporting hazardous materials

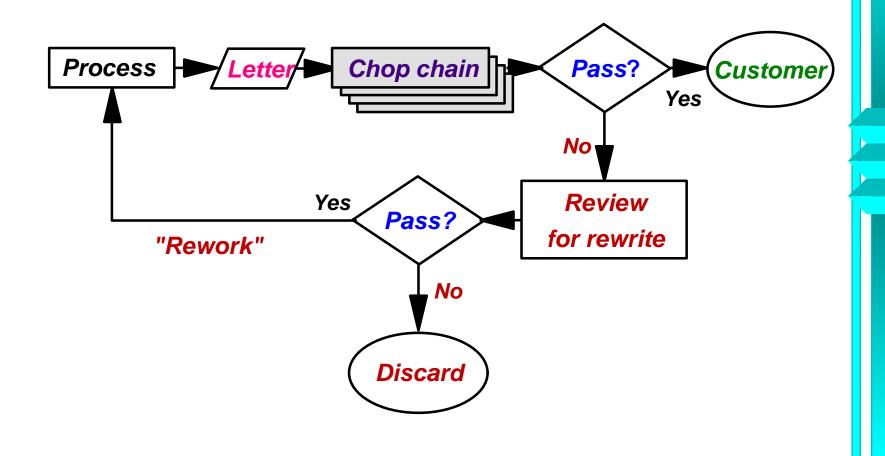
Two Approaches to Quality

- Quality through Inspection
 - To detect and remove poor quality
- Quality through Process Improvement
 - To build in quality

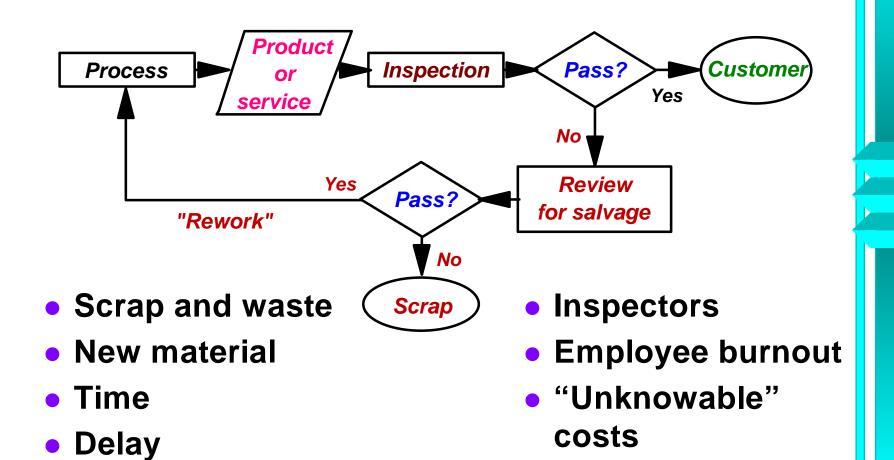
Quality through Inspection



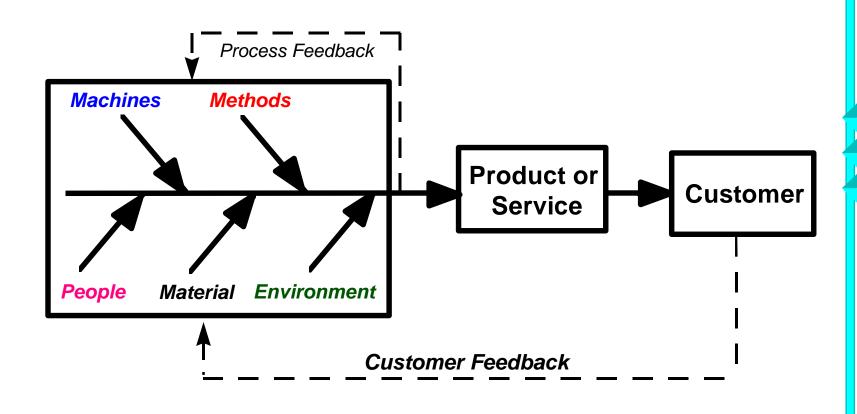
Inspection Example



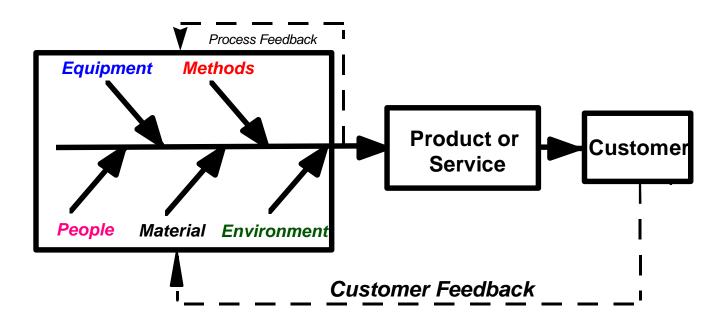
Costs of Inspection



Quality through Process Improvement

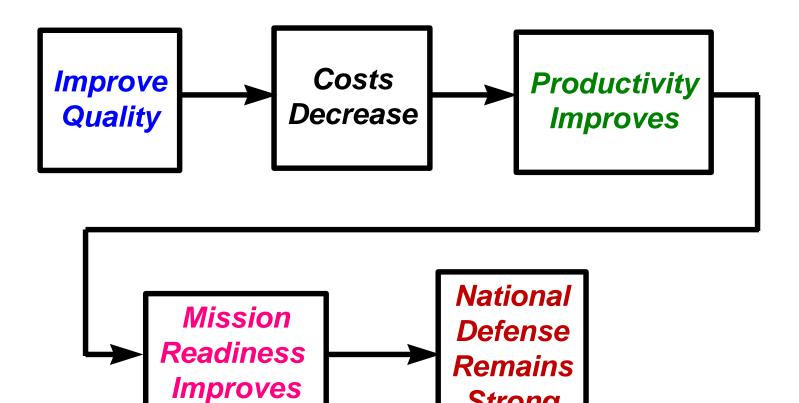


Investments in **Process Improvement**



- Education and training
- Improving processes and systems
- Measurement and analysis Investment in innovation

The Chain Reaction in the DON



Strong

(CNO TQL Teams, 1991)

Why Focus on Quality?

- The DON needs to maintain mission readiness
- There is a new direction for the DON
- The aim should be distinction in service
- ◆ TQL can help the DON meet the goals of the National Performance Review
- The U.S. needs to continue to improve its competitiveness in the world marketplace

Benefits of Focusing on Quality

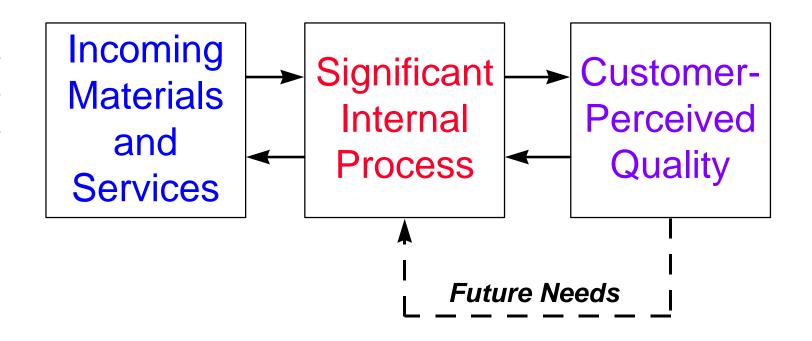
- Improves operational readiness of our armed forces
- Improves organizational efficiency and effectiveness
- Eliminates waste, reduces costs, and increases productivity
- Enables everyone to make meaningful contributions to their work

DON Definition of Total Quality Leadership (TQL)

The application of quantitative methods and the knowledge of people to assess and improve:

- Materials and services supplied to the organization
- All significant processes within the organization and
- Meeting the needs of the end-user, now and in the future

Total Quality Leadership Model

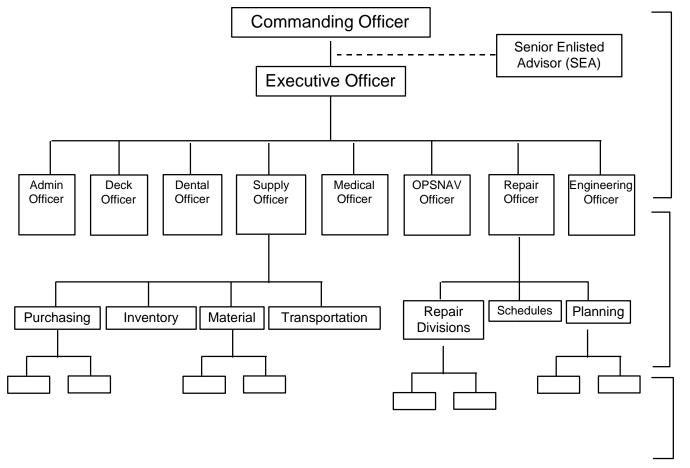




Introduction to Total Quality Leadership

Module 2
Quality Improvement Teams

Quality Improvement Team Structure



Executive Steering Committee (ESC)

Quality
Management
Boards
(QMBs)

Process Action Teams (PATs)

Team Approach to Managing Quality

- Complements the chain of command
- Focuses on significant processes
- Builds upon joint ownership of the process
- Facilitates vertical alignment and horizontal integration
- Is customer driven

Executive Steering Committee (ESC)

A team made up of top leaders in the command

- Establishes the practice of process management
- Participates in process improvements activities
- Establishes teams for process improvement
- Provides TQL support and resources
- Manages the transformation in the command
- Establishes conditions for beginning strategic management

Quality Management Board (QMB)

A cross-functional team of process owners

- Describes the significant process
- Simplifies and standardizes the process
- Stabilizes the process and checks for capability
- Begins continual process improvement
- Coordinates cross-functional efforts
- Charters Process Action Teams as required

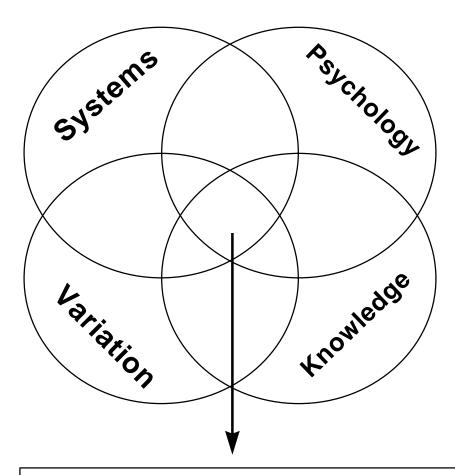
Process Action Team (PAT)

<u>Composed of individuals working</u> <u>within a stage of the process</u>

- Helps the QMB establish process stability
- Measures processes and collects data
- Makes recommendations for improving the process
- Documents process analysis and action

Introduction to Total Quality Leadership

Module 3
System of
Profound Knowledge

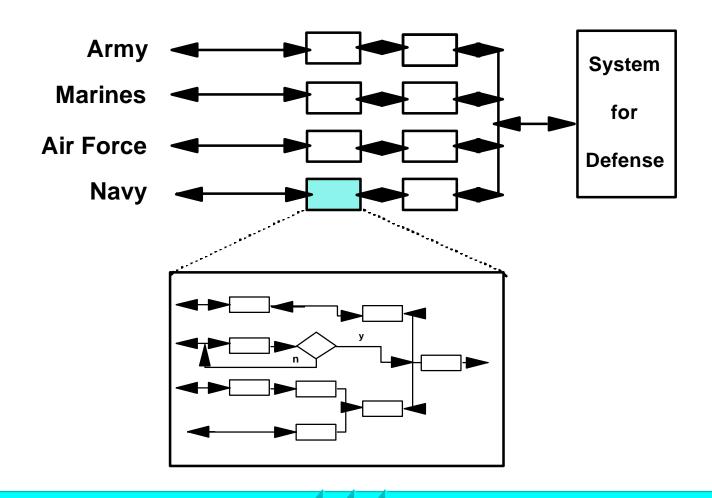


System of Profound Knowledge

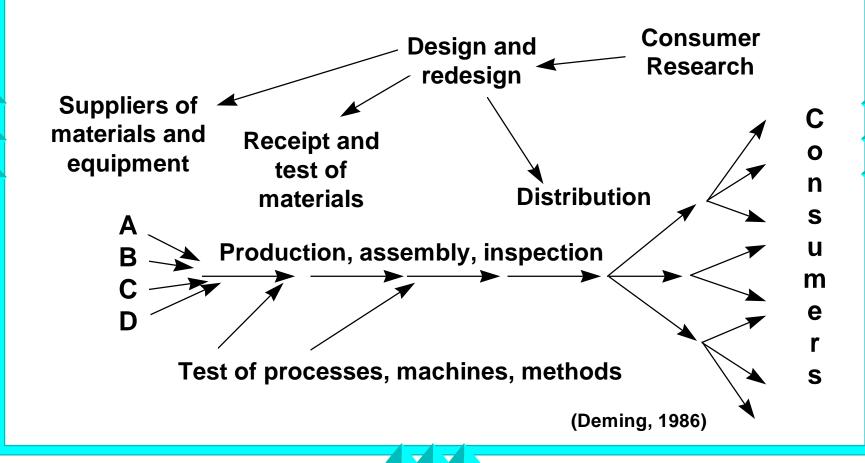
What is a System?

- Collection of interacting parts functioning as a whole
- Collection of subsystems that support the larger system
- Collection of processes oriented toward a common goal
- The organization as a system

Systems and Subsystems

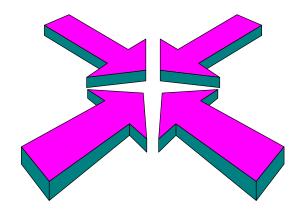


Organization as an Extended System



Optimization of the Organization

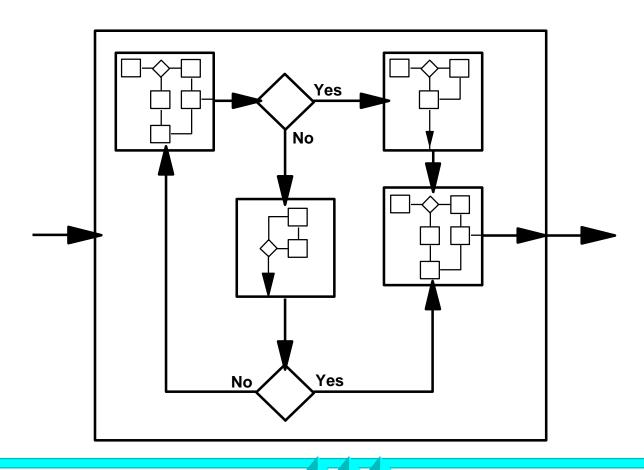
- Occurs when the aims of the subsystems or parts support the aims of the organization
- May result in a delayed effect
- Must be managed



Suboptimization of the Organization

- Occurs when the aims of the subsystems or parts do <u>not</u> support the aims of the organization
- Occurs when management fails to lead the organization as a system

The Organization as a System, Subsystems, and Processes

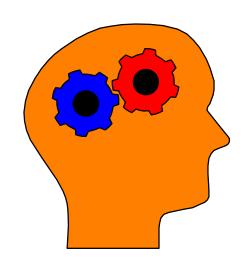


Understanding Similarities of People

- Need to be part of a group
- Need to be respected by others
- Need to avoid punishment
- Natural inclination to learn
- Desire to do well

Understanding Differences of People

- Learning styles
 - Concrete Experience
 - Reflective Observation
 - Abstract Conceptualization
 - Active Experimentation
- Levels of ability
- Ability to work in teams
- Readiness for change





Changing Organizational Culture

Definition of culture:

"The pattern of assumptions in the organization that has been useful in coping with the internal and external environment, which is taught to new members as the 'correct' way to perceive, think, and feel about their work."

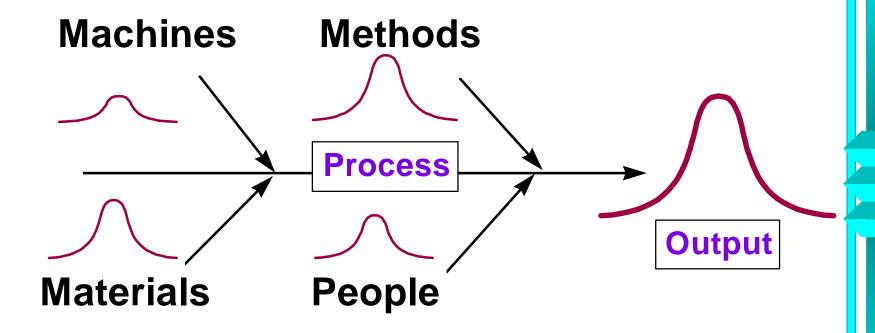
(Schein 1990)

Cultural changes that will be required

Working in Teams

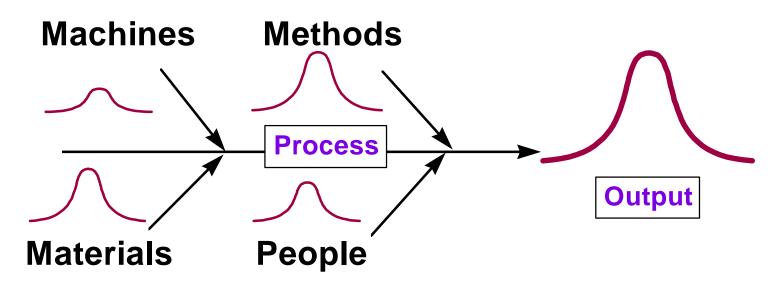
- Fulfills the need to be part of a group
- Facilitates problem-solving and process improvement
 - Synergy, expertise, accessibility to information
- Fosters a sense of ownership
- Improves work motivation and performance
- Helps avoid suboptimization

Why Variation Occurs



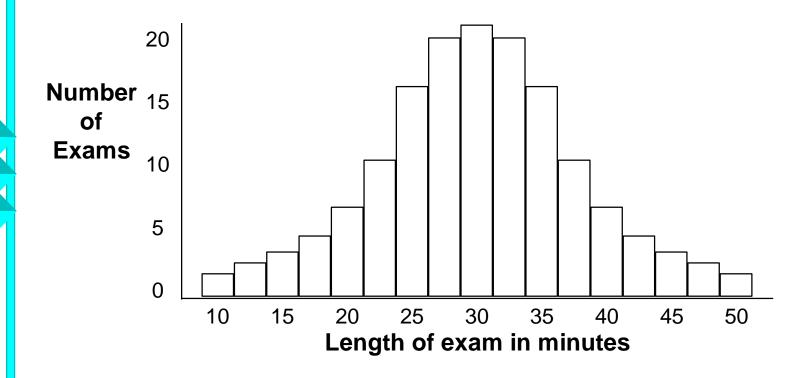
 Variation in the process leads to variation in the output

Shewhart's Discovery



- Variation is inherent in all processes
- Process causes can be identified, measured, and analyzed
- Deliberate action is required to reduce variation

Understanding Variation



Distribution of measures from the health exam process

Theory of Knowledge

Systematic approach to learning

 Knowledge is the only source of improvement and innovation





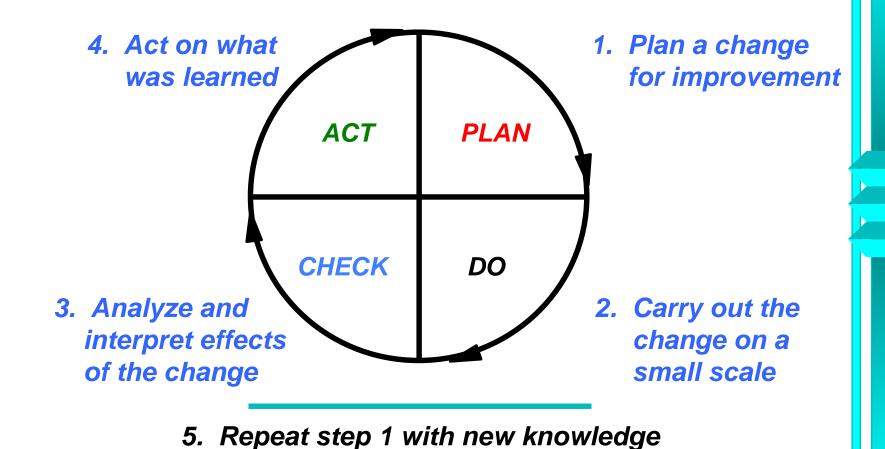
Typical Approaches to Planning and Decision-Making

- React to problems
- "Shoot from the hip"
- Form "tiger teams"
- Blame the workers
- Work around the system
- Take a short-term perspective

Quality Approaches to Planning and Decision-Making

- Plan for improvements
- Make data-based decisions
- Pursue continuous process improvement
- Improve processes
- Improve the organizational system
- Take a long-term perspective

The Plan-Do-Check-Act (PDCA) Cycle



6. Repeat step 2 and onward

PDCA Cycle and Process Improvement

- Make a decision on changes
- Standardize the changes
- Educate and train
- Monitor the process
- Repeat the cycle

- Identify what is to be improved
- Plan what changes might lead to improvements
 - Decide what data are needed
 - Determine how, when, and by whom data will be collected

Compare results of changes with what was planned

 Determine whether changes led to improvements DO

PLAN

ACT

CHECK

- Gather or review baseline data
- Make planned changes on a small scale
- Gather data to determine what happened after the changes

Introduction to Total Quality Leadership

Module 4
The Fourteen Points

Fourteen Obligations of Management

- Represent a total system
- Provide a roadmap for change

- Point 1 Create and publish to all employees a statement of the aims and purposes of the company or other organization.
- Point 2 Learn the new philosophy, top management and everybody.
- Point 3 Understand the purpose of inspection, for improvement of processes and reduction of cost.

- Point 4 End the practice of awarding business on the basis of price tag alone.
- Point 5 Improve constantly and forever the system of production and service.
- Point 6 Institute training for skills.
- Point 7 Teach and institute leadership.
- Point 8 Drive out fear. Create trust. Create a climate for innovation.

- Point 9 Optimize toward the aims and purposes of the company, the efforts of teams, groups, and staff areas.
- Point 10 Eliminate exhortations for the work force.
- Point 11a Eliminate numerical quotas for production. Instead, learn and institute methods for improvement.
- Point 11b Eliminated M.B.O. (management by objective) Instead, learn the capabilities of processes, and how to improve them.

- Point 12 Remove barriers that rob people of pride of workmanship.
- Point 13 Encourage education and self-improvement for everyone.
- Point 14 Take action to accomplish the transformation.

Introduction to Total Quality Leadership

Module 5
Basic Process
Improvement Tools

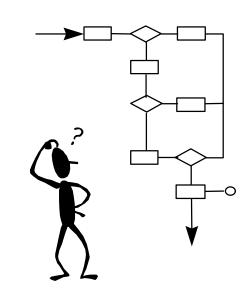
Basic Tools for Process Improvement

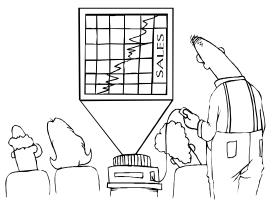
- Flowcharting
- Brainstorming
- Affinity Diagram
- Cause and Effect Diagram
- Nominal Group Technique (NGT)

- Multivoting
- υ Check Sheet
- Pareto Chart
- Histogram
- υ Run Chart

Purpose of Tools

- Describe and improve processes
- Evaluate process or output variation
- Assist with decision-making
- Analyze data in a variety of ways
- Display information





Flowchart

A diagram that uses graphic symbols to depict the nature and flow of the steps in a process

Benefits of Using Flowcharts

- Promotes understanding of a process
- Identifies problem areas and opportunities for process improvement
- Provides a way of training employees
- Depicts customer-supplier relationships

Symbols Used in Flowcharts

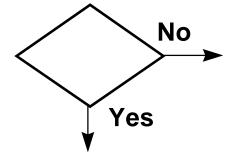
Start / End



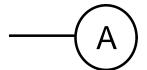
Process Step



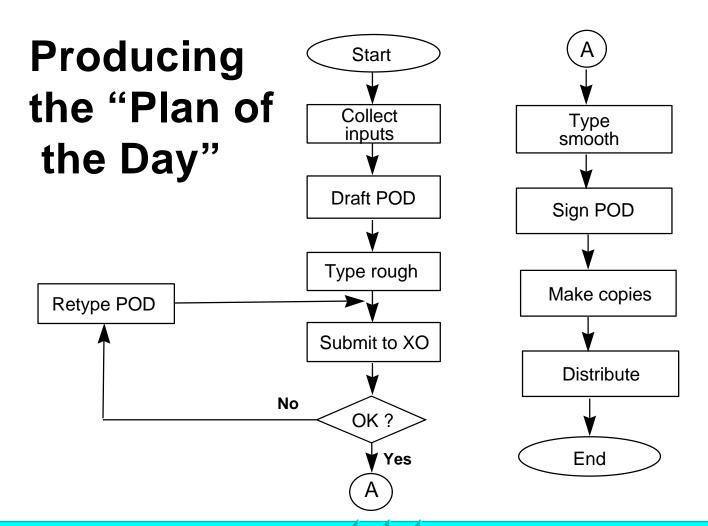
Decision



Connector

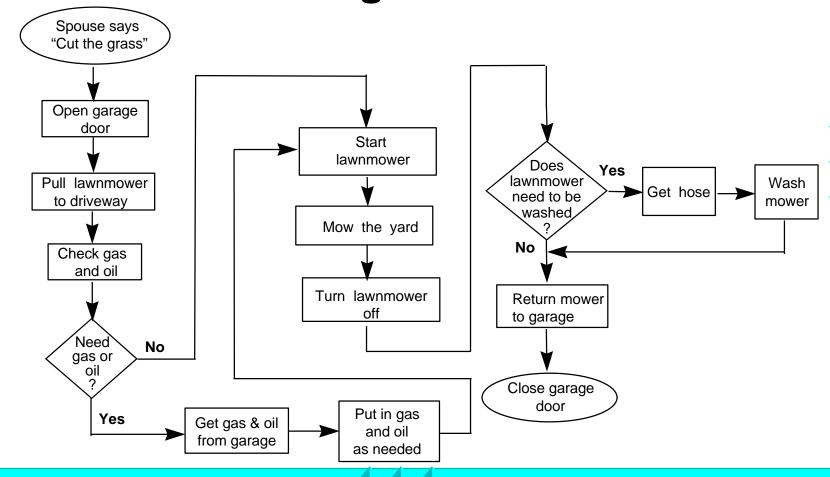


Linear Flowchart Example



Flowchart Example

"Cutting the Grass"



Brainstorming

An idea-generating technique used by teams to generate many ideas in a short period of time

Benefits of Brainstorming

- Rapidly produces a large number of ideas
- Encourages creativity and innovation
- Encourages involvement by all members
- Fosters a sense of ownership
- Provides input to other tools

Affinity Diagram

A tool that organizes large amounts of language data (ideas, opinions, issues) into groupings based on their natural relationships

Use the Affinity Process to:

- Sift through large volumes of data
- Encourage new patterns of thinking

The Finished Affinity Diagram

Issues in Implementing Continuous Process Improvement

Breaking through old way "Dinosaur" thinking

Lack of planning

Organizational issues

Old management culture

Lack of TQL knowledge

Some people will never change

Developing product without developing process

Lack of follow-up by management

Competition versus cooperation

Data collection process needs

Everybody needs to change but me Which comes first, composing the team or stating the problem?

Lack of training at all levels Pressure for success

Need new data collection system

Need to be creative

Don't know what customer wants

Too busy to learn

What are the rewards for using tools

Unrealistic allotment of time

Behavior modifications may take longer than time available

Want to solve problem before clearly defined

Short-term planning mentality

Not using collected data

Lack of trust in the process

Lack of management understanding of need for it

Too many projects at once

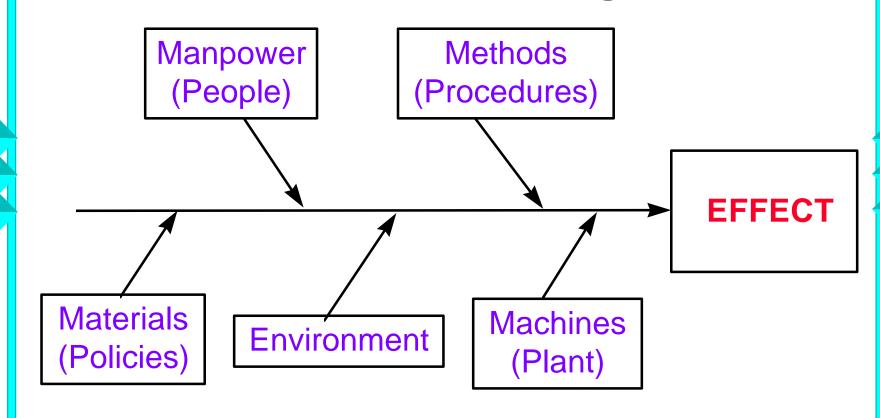
Cause and Effect Diagram

A graphic tool that helps identify, sort, and display possible causes of a problem or quality characteristic

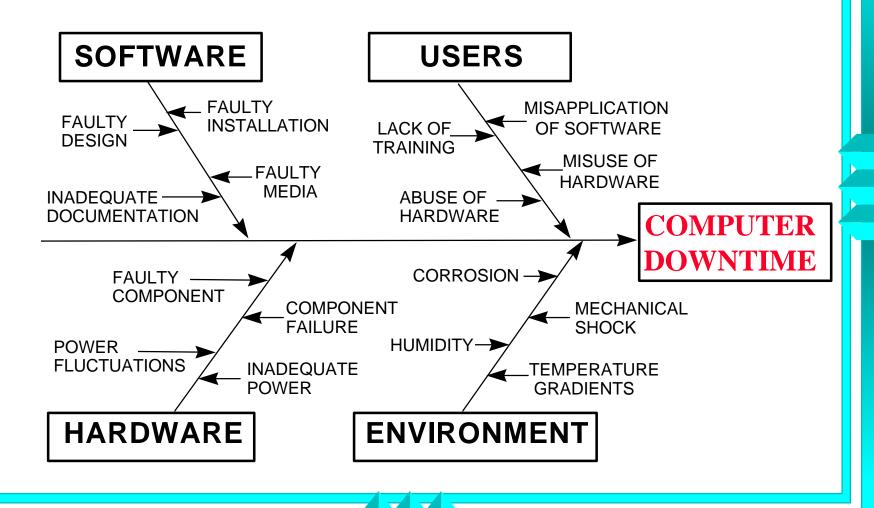
Benefits of Cause and Effect Diagrams

- Uses an orderly, easy-to-read format
- Increases knowledge of the process
- Indicates possible causes of variation
- Identifies areas for collecting data

Basic Layout of Cause and Effect Diagrams



Cause and Effect Diagram Example



Multivoting

A repetitive process used by a team to select the most important or popular items from a large list of items generated by the team

Benefits of Multivoting

- Reduces a larger list of items
- v Prioritizes team issues
- v Identifies important items

Nominal Group Technique (NGT)

A weighted ranking method that allows a group to generate and prioritize a large number of issues within a structure that gives everyone an equal voice

Benefits of using NGT

- v Reduces the number of issues
- Ensures all team members participate
- Rank-order issues or items by priority
- υ Allows for private input

Checksheets

- Record data for further analysis
- Provide historical record
- Introduce data collection methods

Time	New Check-ins	
0500-0559	1	
0600-0659	1//	
0700-0759	1//	
0800-0859	///	
0900-0959	111/16	
1000-1059		11
1100-1159	//	
1200-1259		5
1300-1359	1/	
1400-1459	M	
1500-1559	/	

Checksheet Example #1 Uncrating Equipment

UNCRATIN	NG (IN MINS)	TOTAL	TIME (IN MINS)
160-179		0550-0599	
180-199	1/	0600-0649	1
200-219	/	0650-0699	1//
220-239	/	0700-0749	///
240-259	1111	0750-0799	111
260-279	///	0800-0849	
280-299		0850-0899	
300-319		0900-0949	
320-339		0950-0999	
340-359		1000-1049	
360-379	l	1050-1099	/

LEGEND: Elapsed time (in mins) to uncrate equipment - 19 August 94 - MCBH Kaneohe Bay, Hawaii

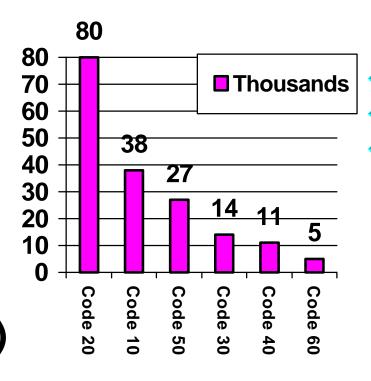
Checksheet Example #2 GEAR DEFECT DATA

Defect Category	0700	0800	0900	1000	1100	1200	1300	1400	1500	1600	1700	Total
I.D. Size Wrong	ı			I	=					ı		5
O.D. Size Wrong		I										1
Nicks		II			II	II	II		I	I	II	12
Burrs			I	I	I		I	I	I	I	II	9
Tooth Geometry	I							I				2
Blemishes	I	II		I		I		ı			II	8
Other			I									1
Total	3	5	2	3	5	3	3	3	2	3	6	38

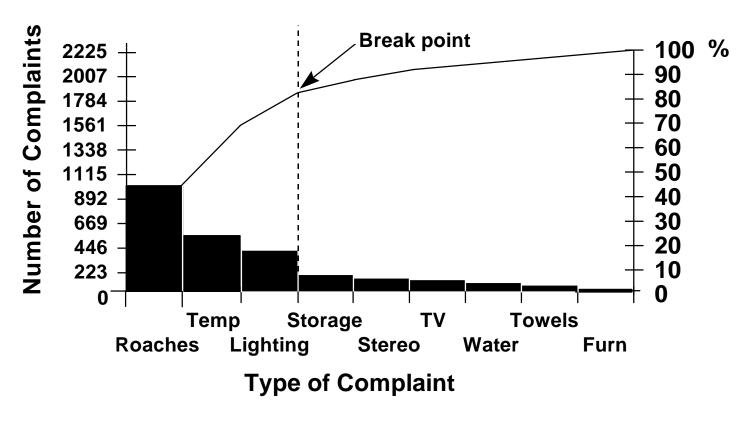
Pareto Chart

- Bar chart arranged in descending order of height from left to right
- Bars on left relatively more important than those on right
- Separates the "vital few" from the "trivial many" (Pareto Principle)

Budget Allocation

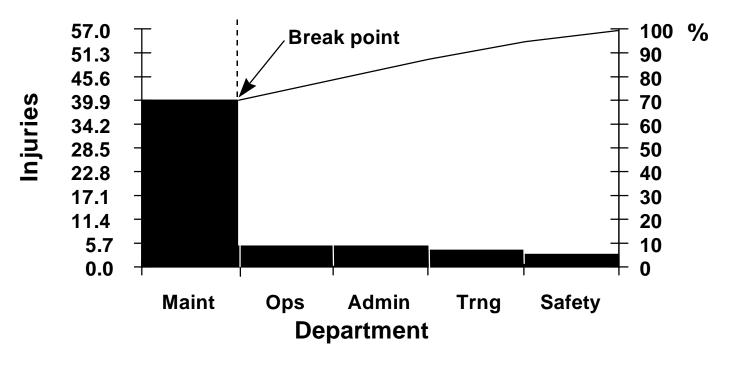


Example #1 - Pareto Chart BEQ/BOQ Complaints



LEGEND: COMPLAINTS RECORDED IN BEQ / BOQ, 1 FEB - 30 APR 95.

Example #2 - Pareto Chart Injuries by Department



LEGEND: INJURIES TO SQUADRON PERSONNEL 1 FEB - 30 APR 95.

Histogram

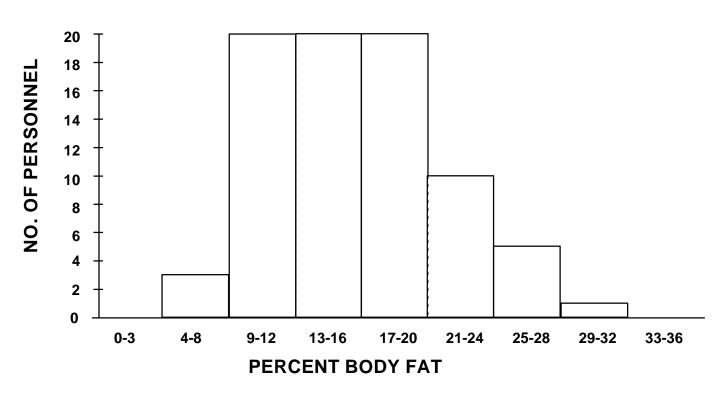
- A bar graph that shows the distribution of data
- A snapshot of data taken from a process

When to use Histograms

- Summarize large data sets graphically
- Compare process results to specifications
- Communicate information to the team
- Assist in decision-making

Histogram Example #1

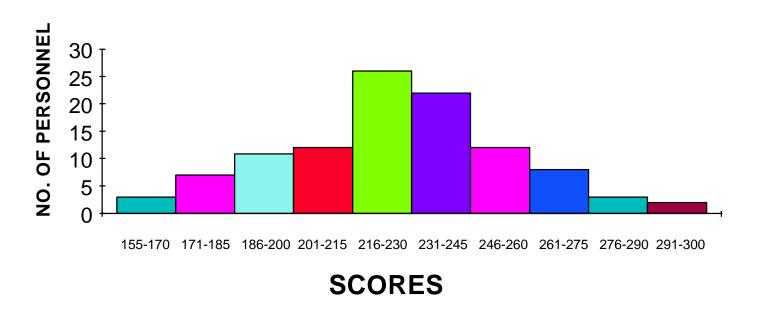
JUNE 94 PRT PERCENT BODY FAT



LEGEND: USS LEADER (MSO-490), 25 JUNE 94, ALL 80 PERSONNEL SAMPLED

Histogram Example #2

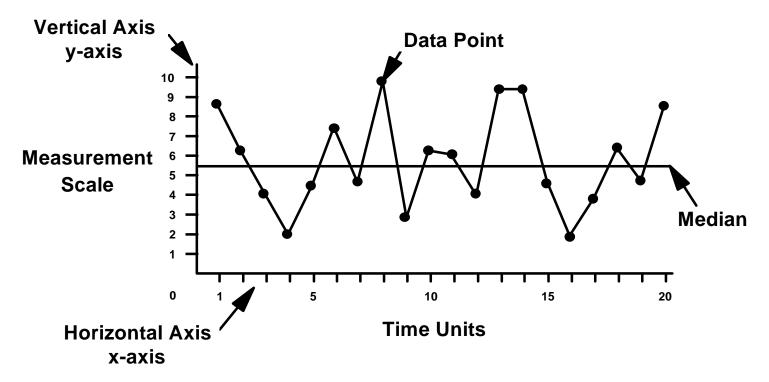
MARKSMANSHIP SCORES FOR 9mm PISTOL



LEGEND: MCBH KANEOHE BAY, HI; AVERAGE OF 4 SCORES PER CLASS, 105 CLASSES, 1 JUNE 94 - 15 JULY 94

Run Chart

A line graph of data points plotted over time



Elements of a Run Chart

Course Summary

- Module 1 DON Quality Approach
- Module 2 Quality Improvement Teams
- Module 3 System of Profound Knowledge
- Module 4 Fourteen Obligations of Management
- Module 5 Basic Process Improvement Tools